

36390

~~CONFIDENTIAL~~

**CONFIDENTIAL**

## INTELLIGENCE REPORT

DATE:

25X1

## INFO.

DIST. 1 December 1947 25X1

PAGES 2

**SUPPLEMENT**

## ORIGIN

## DISTRIBUTION

[illegible]

25X1 1. On 10 October 1947, SMA and German officials met in Riesa to discuss the Riesa plant of the former Mitteldeutsche Stahlwerke GmbH.

25X1

25X1

25X1

This document is hereby regraded to  
CONFIDENTIAL in accordance with the  
letter of 15 October 1973 from the  
Director of Central Intelligence to the  
Archivist of the United States.  
Next Review Date: 10/15/83

2. Koval announced that steel production is to be resumed at Riesa with a planned annual capacity of 200-300 thousand tons of raw steel. For this purpose, four 100-ton furnaces and three rolling mill units (large, medium, fine) are to be installed. Brodke, Dr. Lang, Dreschel, and Boloykh are responsible for this work. The plant must be in production within six or seven months.
3. The necessary equipment is to be bought immediately. If complete rolling units are not available, parts are to be bought in western Germany and assembled in the Russian zone. The plant directorate is to submit a work plan to the state government, the SMA, and the Central Administration of Industry. A construction company is to be formed and the state government is to furnish the necessary funds. Minister Selomann is to supervise the financial arrangements and also arrange to transfer the cement factory production from

Document No. 100  
NO CHANGE in Class.

**CLASSIFICATION**



~~SECRET~~ DECLASSIFIED  
DATE 11/11/2001 BY 60322 UCBAW

DDA Memo. 4 Apr 25X1

Auth: DDA REG-1

Date: 23 APR 1978 By                     

**CONFIDENTIAL**

**CONFIDENTIAL**~~CONFIDENTIAL~~

CENTRAL INTELLIGENCE GROUP

-2-

25X1

Riesa to other factories without interfering with the cement factory production program.

25X1

Comment: Riesa has been producing tanks (Behälter) used by Krupp-Gruson in its production of cement factory equipment.

4. Materials needed are to be obtained within the State of Saxony so far as possible, otherwise in the Russian zone.
5. On 11 October the steel factory at Hennigsdorf was inspected by the same representatives of SMA and the Central Administration of Industry, together with officials of SMA Potsdam, representatives of the Brandenburg government, and plant officials. Here Koval ordered the installation of four Siemens-Martin furnaces with a minimum annual capacity of 120,000 ton steel blocks and 6,000 ton cast steel and three rolling mill units (for large, fine, and wire rolling). Construction work is to be carried out by Omu II. The chief of Omu II is to draft a work plan in coordination with the deputy chief of SMA Potsdam. The deadline for the beginning of production is 11 April 1948.
6. The President of the Central Administration of Industry is to assist the factory and inform it of firms outside of Brandenburg which are to assist in the reconstruction. AEG Hennigsdorf is to offer its maximum assistance even to postponing important orders.
7. The rolling mill equipment is to be bought immediately; the fine-rolling unit is to come from Austria, additional parts from the Russian zone. Lt. Reppin of SMA is in charge of this purchase. Dr. Kraemer of the Central Administration of Industry is to negotiate the purchase of other equipment. Koval promised U. S. dollars or other currencies where necessary.

25X1

Comment: The LDP paper, Der Morgen, reported on 29 October 1947: "Reconstruction of the steel works in Hennigsdorf is in full swing. Manpower, machinery, and tools of the AEG cast steel plant in Hennigsdorf are being used. The original plan to merge the new plant with AEG has been dropped; it is now to become an independent state-owned factory. At present, repair work on the generators has top priority."

**CONFIDENTIAL**~~CONFIDENTIAL~~**REFERENCE CENTER LIBRARY**